

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 355

July 3, 2025

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 355 (the "District") met in regular session, open to the public, on the 3rd day of July, 2025, at the offices of Allen Boone Humphries Robinson LLP ("ABHR"), 3200 Southwest Freeway, Suite 1350, Houston, Texas 77027, outside the boundaries of the District, and the roll was called of the members of the Board:

Claude A. Zackary	President
Letha P. Slagle	Vice President
Jon Elmendorf	Secretary
Kurt A. Baerenstecher	Assistant Secretary
Christopher J. Mudd	Assistant Vice President

and all of the above were present, thus constituting a quorum.

Also present for all or part of the meeting were Jim Loughhead, Kurt Albaugh, and Maury Dumba of the Lakes of Parkway Homeowners Association ("LOP HOA"); Jyotika Chand and Calvin Steele of LOP HOA attended via teleconference; Yaneth Cooper of Municipal Accounts & Consulting, L.P.; Patty Rodriguez of Bob Leared Interests, Inc.; Jeremy Canton of Champions Hydro-Lawn, Inc.; Andy Mersmann of BGE, Inc.; and Greer Pagan and Justine M. Cherne of ABHR.

PUBLIC COMMENTS

There were no comments from the public.

APPROVE MINUTES

The Board considered approving the minutes of its June 6, 2025, regular meeting. Following review and discussion, Director Elmendorf moved to approve the minutes as written. Director Slagle seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTIONS MATTERS

Ms. Rodriguez reviewed the tax assessor/collector's report and invoices for payment. A copy of the tax assessor/collector's report, including a list of checks presented for approval, is attached. Ms. Rodriguez reported that as of June 30, 2025, 97.7% of the District's 2024 taxes were collected. Following review and discussion, Director Elmendorf moved to approve the tax assessor/collector's report and payment

of the invoices as presented. Director Mudd seconded the motion, which passed unanimously.

ADOPT RESOLUTION REGARDING DEVELOPMENT STATUS FOR 2025 TAX YEAR

Mr. Pagan discussed the “truth-in-taxation” property tax calculations and tax levy process for water districts and stated that Chapter 49 of the Texas Water Code establishes three main categories for water districts, based on a district’s development status and/or tax rate. He reviewed the definitions for each of the three categories and said the Board must annually determine the District’s category for that tax year and follow the associated notice and levy provisions in the Texas Water Code. Discussion ensued regarding the District’s development status. After fully considering relevant data, information, and statutory definitions, the Board determined that the District is a Developed District for the 2025 tax year. Following review and discussion, Director Slagle moved to adopt a Resolution Regarding Development Status for 2025 Tax Year establishing the District as a Developed district for the 2025 tax year, pursuant to Section 49.23602, Texas Water Code, and direct that the resolution be filed appropriately and retained in the District’s official records. Director Elmendorf seconded the motion, which passed unanimously.

ASSOCIATION OF WATER BOARD DIRECTORS (“AWBD”) CONFERENCES

The Board discussed topics presented at the AWBD summer conference. Following review and discussion, Director Elmendorf moved to: (1) approve reimbursement of eligible expenses for the AWBD summer conference; and (2) authorize two per diems and one night’s hotel stay for Directors’ attendance at AWBD’s winter conference. Director Slagle seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Cooper presented the bookkeeper’s report and invoices for payment. A copy of the bookkeeper’s report, including a list of checks presented for approval, is attached. Following review and discussion, Director Elmendorf moved to approve the bookkeeper’s report as presented. Director Mudd seconded the motion, which passed unanimously.

Director Baerenstecher reviewed analyses of the District’s financial position in anticipation of preparing the District’s budget for fiscal year ending September 30, 2026, including an analysis of potentially dissolving the District. Discussion ensued. Following review and discussion, Director Baerenstecher requested that the Board review the analyses and consider whether to enter into negotiations with the City of Houston to dissolve the District.

DETENTION AND DRAINAGE FACILITIES MAINTENANCE AND PROPOSALS

Mr. Canton reviewed a Detention and Drainage Facilities Report and reported on maintenance items, including the preparation of a quote to remove a large broken tree branch. A copy of the report is attached. Mr. Canton reviewed a photograph of a gap located at the bottom portion of the wall at Briarlee Drive that had gotten smaller. He reviewed a proposal to install rebar to cover the gap in the amount of \$1,700.00. Following review and discussion, Director Slagle moved to approve the proposal as presented. Director Zackary seconded the motion, which passed unanimously.

ENGINEERING MATTERS

Mr. Mersmann reviewed the engineer's report, a copy of which is attached. Mr. Mersmann reviewed the proposed schedule for construction of the District's Irrigation Pump Station No. 100 Project and stated that the project is anticipated to be completed between November 2025 and February 2026. He recommended approval of Pay Estimate No. 1 submitted by Pumps, Motors & Controls, Inc. in the amount of \$87,600.00. Following review and discussion, Director Elmendorf moved to approve the pay estimate as presented. Director Mudd seconded the motion, which passed unanimously.

REPORT REGARDING LEGISLATIVE MATTERS

ABHR's Legislative Report regarding laws passed during the 89th Regular Session of the Texas Legislature was distributed to the Board for review.

LOP HOA MATTERS

Director Baerenstecher reported on his review of LOP HOA's preliminary budget for the 2026 fiscal year. Mr. Dumba gave a presentation regarding LOP HOA's analysis of its preliminary budget for the 2026 fiscal year and responded to inquiries. Following review and discussion, Director Elmendorf moved to consent to LOP HOA's proposed increase in dues based on LOP HOA's analysis. Director Mudd seconded the motion, which passed 4 to 1, with Director Slagle opposed.

Discussion ensued regarding whether the District should issue bonds to pay for the maintenance and repair of the bulkheads for the lakes that are not owned by the Harris County Flood Control District. Director Baerenstecher stated that the bulkheads are not required for the District's detention facilities.

ELECTRICITY CONTRACT

The Board discussed the District's electricity contract with TXU Energy Retail Company LLC expiring October 31, 2026. Following discussion, Director Mudd moved

to decline to renew the District's electricity contract at the expiration date. Director Zackary seconded the motion, which passed unanimously.

MEETING SCHEDULE

The Board concurred to cancel the August meeting and reschedule the next regular meeting to 2:00 p.m. on Wednesday, September 3, 2025.

There being no further business to come before the Board, the meeting was adjourned.

(SEAL)




Secretary, Board of Directors

LIST OF ATTACHMENTS TO MINUTES

	Minutes <u>Page</u>
Tax Assessor/Collector's Report.....	1
Bookkeeper's Report	2
Detention and Drainage Facilities Report	3
Engineer's report.....	3